

Assessment

Module 11: Earned Income Credit

Part 1

Match the questions below to their correct answers by choosing from the drop-down menu. To assess your answers, click the *Check My Answers* button at the bottom of the page.

1) Interest and dividends are classified as what type of income?

Choose the correct answer

2) Self-employment earnings are classified as what type of income?

Choose the correct answer

3) What is reduced by the earned income credit?

Choose the correct answer

4) The highest earned income credit is for taxpayers with how many qualifying children?

Choose the correct answer

Part 2

Answer the following multiple-choice and true/false questions about the earned income credit by clicking on the correct answers. To assess your answers, click the *Check My Answers* button at the bottom of the page.

1) Which taxpayer can claim the earned income credit if all other requirements are met?

- ☐ A. A U.S. citizen who lived in Canada for the entire year with his child
- ☐ B. A taxpayer who uses the married filing a separate return filing status
- ☐ C. A taxpayer who earned \$5,000 in self-employment income
- ☐ D. A taxpayer who does not have a Social Security number

2) Which person cannot be claimed as a qualifying child?

- ☐ A. A 12-year-old stepdaughter who lived with the taxpayer in the United States for more than half of the tax year
- ☐ B. A 19-year-old brother and full-time student who lived with the taxpayer in the United States for more than half of the tax year
- ☐ C. A 5-year-old sister whose mother is claiming the credit with this child
- ☐ D. A 10-year-old foster child, placed by an authorized agency, who is cared for as the taxpayer's own child

3) The taxpayer can receive the earned income credit even if the taxpayer's tax is zero.

- ☐ A. True
- ☐ B. False

4) For the earned income credit, there is no adjusted gross income limit.

- ☐ A. True
- ☐ B. False

5) If adjusted gross income is the same, the highest earned income credit is for a taxpayer without a qualifying child.

- ☐ A. True
- ☐ B. False

6) The earned income credit reduces the income subject to tax.

- ☐ A. True
- ☐ B. False

Part 3

Answer the following multiple-choice question about qualifying children by clicking on the correct answers. To assess your answers, click the *Check My Answers* button at the bottom of the page.

1) Tonya and Keenan were married and lived together in Alabama with their six-year-old son, Timothy, until August. In August, Keenan moved out. The couple divorced in December. Both Tonya and Keenan have jobs. Tonya's earned income and adjusted gross income for the year were \$13,000, and Keenan's earned income and adjusted gross income were \$14,000. Who can claim Timothy as a qualifying child for the earned income credit using the tiebreaker rules?

- ☐ A. Tonya
- ☐ B. Keenan

[Check My Answers](#)